

**SAMKRG PISTONS AND RINGS LIMITED**  
**L27310TG1985PLC005423**  
**1-201, Divyashakti Complex, 7-1-58, Ameerpet, Hyderabad- 500 016.**

**POLICY ON MATERIALITY OF RELATED PARTY TRANSACTIONS AND ON  
DEALING WITH RELATED PARTY TRANSACTIONS**

This policy is formulated pursuant to the provisions of Regulation 23(1) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015

**Materiality of related party transactions**

Contracts/arrangements/transactions with a related party shall be considered as "material related party transactions if the transactions during a financial year under such contracts/arrangements exceed the threshold prescribed by Regulation 23(1) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 or the respective provisions of Section 188 of Companies Act, 2013 and Rules thereto, as amended from time to time.

**Policy**

All transactions with related parties are subject to the provisions of this policy.

1) An entity shall be considered as related to the Company if :

- (i) such entity is a related party under section 2(76) of the Companies Act, 2013; or
- (ii) such entity is a related party under the Accounting Standards as applicable to the Company; or
- (iii) such entity is a Related Party as defined under proviso to Regulation 2(zb) of SEBI (LODR), Regulations, 2015.



- 2) All transactions with related parties shall require prior approval of Audit Committee pursuant to the Regulation 23(2) of SEBI(LODR) Regulations, 2015 and will be on commercial terms on an arm's length basis and comparable with similar transactions with other non-related parties, where possible.
- 3) Audit Committee will monitor transactions with related parties to ensure that it does not exceed overall ceiling as fixed by the Annual General Meeting from time to time and/or its omnibus approval accorded from time to time for dealing with the related parties and that the transactions are maintained on a commercial basis.
- 4) The omnibus approval for related party transaction, if any accorded by Audit Committee, shall be valid for one financial year and will require fresh approval after expiry of every financial year and such transactions will be reviewed by Audit Committee on quarterly basis. Approval of Board/Members as may be applicable will be sought under section 188(1) if there are related party transactions which are not in ordinary course of business or not at arms length basis.
- 5) The Company will disclose in its Board Report the transactions which are not in ordinary course of business or not at arms length basis

